

ROUTING AND TRANSMITTAL SLIP		Date
		11 AUG 1986
TO: (Name, office symbol, room number, building, Agency/Post)		Initials Date
1. ADDA		11 AUG 1986
2. DDA		11 AUG 1986
3.		
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5.		
Action	File	Note and Return
Approval	For Clearance	Per Conversation
As Requested	For Correction	Prepare Reply
Circulate	For Your Information	See Me
Comment	Investigate	Signature
Coordination	Justify	
REMARKS		
D/OP AND D/OF Received copies.		

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FROM: (Name, org. symbol, Agency/Post)	Room No.—Bldg.
	Phone No.

5041-102

* U.S.G.P.O.: 1983-421-529/320

OPTIONAL FORM 41 (Rev. 7-76)
 Prescribed by GSA
 FPMR (41 CFR) 101-11.206

EXECUTIVE SECRETARIAT
ROUTING SLIP

TO:

		ACTION	INFO	DATE	INITIAL
1	DCI				
2	DDCI				
3	EXDIR				
4	D/ICS				
5	DDI				
6	DDA		X		
7	DDO				
8	DDS&T				
9	Chm/NIC				
10	GC		X		
11	IG				
12	Compt		X		
13	D/OLL				
14	D/PAO				
15	D/PERS		X		
16	VC/NIC				
17	D/Finance		X		
18					
19					
20					
21					
22					
SUSPENSE		Date			

Remarks

Executive Secretary

8 Aug 86

Date

3637 (10-81)



**EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503**

July 31, 1986

Executive Registry
86- 3525X

Circular No. A-76
Revised
Transmittal Memorandum #3



MEMORANDUM FOR HEADS OF EXECUTIVE DEPARTMENTS AND AGENCIES

FROM:

James C. Miller III
Director

SUBJECT:

Delay Completion of A-76 Studies Until New
Retirement Factors Issued.

The "Federal Employees' Retirement System Act of 1986" was enacted on June 6, 1986. Section 307 of this law states:

Sec. 307. USE OF "NORMAL-COST PERCENTAGE".

Notwithstanding any other provision of law, the normal-cost percentage (as defined by section 8401(23) of title 5, United States Code, as added by this Act) of the Federal Employees' Retirement System shall be used to value the cost of the System for all purposes in which the cost of the System is required to be determined by the Federal Government, including any comparisons between the cost of performing commercial activities under contract with commercial sources and the cost of performing those activities using Government facilities and personnel.

Since this provision became effective upon enactment, the retirement rate (27.9 percent) issued in the August 1985 revision to A-76 is not longer applicable. As a result, there is currently no retirement factor for use in A-76 cost comparisons that meets the legal requirement of Section 307.

All A-76 studies with bid/proposal openings on or after June 6, 1986, where the cost comparison decision (contract award or cancellation of the solicitation) has not been approved will be postponed pending issuance of the new retirement factors, and inclusion in the cost calculations. We expect these factors to be issued in August 1986.

This revision is effective upon publication.

100-12